

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 7395

BILL NUMBER: HB 1353

NOTE PREPARED: Jan 3, 2005

BILL AMENDED:

SUBJECT: Actions By School Boards.

FIRST AUTHOR: Rep. Brown C

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: The bill requires approval by a 2/3 vote of a school board if: (1) the board is entering into an employment contract with an individual for more than a three-year term; and (2) there will be a change in the majority of the membership of the board within three months.

Effective Date: July 1, 2005.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: *Summary:* The bill could have a minimal impact on school corporations by requiring a 2/3 vote on specific contract employees or if there will be a change in the majority of the school board's membership.

Background: School governing bodies vary in their number of members. South Bend and Gary schools are allowed seven members under current law. Lake Station schools are allowed five members under current law. Some governing body members are appointed while others are elected. Generally, members that are elected serve staggered terms. Except in certain school corporations, members generally receive a salary not exceeding \$2,000 per year plus per diem.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: School boards and school corporations.

Information Sources:

Fiscal Analyst: Chris Baker, 317-232-9851.